

Annual Management Report of Fund Performance

AGF China Focus Fund

September 30, 2024

Management Discussion of Fund Performance

This management discussion of fund performance represents the portfolio management team's view of the significant factors and developments affecting the fund's performance and outlook.

Investment Objective and Strategies

Pursuant to the Declaration of Trust, the investment objective of AGF China Focus Fund (the "Fund") is to provide long-term capital growth through investing primarily in stocks and bonds of companies based in China, or in companies that will benefit from economic development and growth in the People's Republic of China. AGF Investments Inc. ("AGFI"), as portfolio manager, uses primarily a bottom-up stock selection process favouring companies that are reasonably priced relative to their growth potential. A bottom-up approach focuses attention on a specific company rather than on the industry in which that company operates or on the economy as a whole. Company visits as well as interviews with competitors, suppliers and customers form a key part of the research process. Quantitative models are used to screen and generate investment ideas. When selecting stocks, the portfolio manager looks for several key criteria: proven management, strong ability to execute and scalable business models. The ability to generate sustainable growth in sales, margins and cash flow, financial strength and valuations are also key considerations in stock selection. Companies that are over-owned and have persistent negative free cash flow or volatile and unpredictable earnings are generally avoided. During periods of market downturn or for other reasons, a significant portion of the Fund's assets may be held in cash, cash equivalents or fixed income securities.

Risk

The risks of investing in the Fund remain as disclosed in the current prospectus. Any changes to the Fund over the period have not affected the overall level of risk of the Fund.

The Fund continues to be suitable for investors investing for the long-term, seeking the growth potential of equity securities of Chinese companies and China-sensitive companies and who have a high tolerance for risk. The suitability of the Fund has not changed from what has been disclosed in the prospectus.

Results of Operations

During the reporting period, the Fund's security selection and underweight allocations to the Consumer Discretionary and Financials sectors detracted the most from overall performance. The Fund's cash position also detracted. On the

other hand, underweight allocations to the Health Care and Consumer Staples sectors contributed the most to performance.

The Fund had net subscriptions of approximately \$29 million for the current period, as compared to net subscriptions of approximately \$1 million in the prior period. Rebalancing by fund on fund programs resulted in net redemptions of approximately \$0.2 million in the Fund. The portfolio manager does not believe that subscription/redemption activity had a meaningful impact on the Fund's performance or the ability to implement its investment strategy.

Recent Developments

Emerging markets equities had a strong upward trend during the reporting period, closely tracking the U.S. equities. Markets were pressured by high borrowing costs and inflationary trends throughout the period. The U.S. Federal Reserve, the European Central Bank and the Bank of Canada initiated rate cuts midway through 2024 as inflationary pressures on their respective economies began to ease by the year-end. Chinese equities trended downwards for most of the period with brief spurts of growth in April and September 2024. The economic slowdown and continuing property sector crisis became a source of major headwinds for the capital markets in the country.

The Chinese economy had a year of continuous struggles, with the manufacturing sector suffering from weakening domestic demand and increased delivery times owing to logistic limitations. The unemployment rate accelerated in July and August 2024 to 5.3%. China's troubled property sector suffered further, as some of the biggest public companies in the sector were dissolved owing to a number of questionable business practices. China's exports outpaced its imports significantly over the reporting period, resulting in a positive balance of trade. Chinese property sector at its highest, contributed 30.0% of China's gross domestic product. China's growing Electric Vehicle sector captured significant market shares away from European automobile companies, which lost value in the third calendar quarter of 2024.

The People's Bank of China ("PBoC") aggressively implemented multi-pronged stimulus measures to alleviate the deflationary trend of the Chinese economy. The central bank and the government cut short-term lending rates, modified policies and announced stimulus measures to not only aggressively combat its property sector crisis, but also address the labour market problems, weak domestic demand and drive economic growth. Chinese equities rallied strongly during the reporting period, but most notable so during the last few days of the period after the announcement of the

This annual management report of fund performance contains financial highlights, but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1 800 268-8583, by writing to us at AGF Investments Inc., CIBC SQUARE, Tower One, 81 Bay Street, Suite 4000, Toronto, Ontario, Canada M5J 0G1 attention: Client Services, or by visiting our website at www.agf.com or SEDAR+ at www.sedarplus.ca.

Securityholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

stimulus measures. The resulting tide of investor optimism raised all equity markets, especially European markets which had struggled in the third calendar quarter of 2024

Looking ahead, the portfolio manager anticipates China's domestic demand to improve due to falling energy prices, input prices and discounted output costs. The recent accelerated growth in Chinese equities is a tailwind, offering the opportunity to capitalize on undervalued stocks. As the PBoC continues to prioritize an accommodative monetary policy, lower borrowing costs are likely to increase investments in Chinese equities which offer value and growth opportunities.

The fragility of the Chinese economy could continue to be an important factor, with potential cascading effects on banking, manufacturing and other sectors. Notwithstanding the risks, the portfolio manager believes Chinese equities continue to offer undervalued investment opportunities with significant growth potential.

China's economy requires vast structural reforms to improve domestic consumption by resolving social and economic inequalities and constructing a social security network for households. The structural reforms, when combined with an industrial policy to support development of services and movement from low-value added products to advanced technology products, would transform the associated risks in the economy.

Related Party Transactions

AGFI is the manager ("Manager") and trustee of the Fund. Pursuant to the management agreement between the Fund and AGFI, AGFI is responsible for the day-to-day business of the Fund. AGFI also acts as the investment (portfolio) manager, managing the investment portfolio of the Fund. Under the management agreement, the Fund (except for Series I, Series O, Series Q and Series W Units, if applicable) pays management fees, calculated based on the Net Asset Value of the respective series of the Fund. Management fees of approximately \$5,000 were incurred by Fund during the period ended September 30, 2024.

All of the operating expenses relating to the operation of the Fund (except for certain costs as disclosed in the current prospectus) are paid directly by AGFI and in exchange, a fixed rate administration fee is payable by the Mutual Fund Series, Series F and Series I Units, as applicable, of the Fund. The administration fee is calculated based on the Net Asset Value of the respective series of the Fund at a fixed annual rate, as disclosed in the current prospectus. Administration fees of approximately \$27,000 were incurred by the Fund during the period ended September 30, 2024.

AGFI is an indirect wholly-owned subsidiary of AGF Management Limited.

Caution Regarding Forward-looking Statements

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward looking statements include statements that are predictive in nature, that depend upon or refer to

future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" or negative versions thereof and similar expressions.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

The forward-looking statements are by their nature based on numerous assumptions, which include, amongst other things, that (i) the Fund can attract and maintain investors and has sufficient capital under management to effect its investment strategies, (ii) the investment strategies will produce the results intended by the portfolio manager, and (iii) the markets will react and perform in a manner consistent with the investment strategies. Although the forward-looking statements contained herein are based upon what the portfolio manager believes to be reasonable assumptions, the portfolio manager cannot assure that actual results will be consistent with these forward-looking statements.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, taxation, changes in government regulations, unexpected judicial or regulatory proceedings, technological changes, cybersecurity, the possible effects of war or terrorist activities, outbreaks of disease or illness that affect local, national or international economies (such as COVID-19), natural disasters and disruptions to public infrastructure, such as transportation, communications, power or water supply or other catastrophic events.

It should be stressed that the above-mentioned list of factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years as applicable.

Series F Units - Net Assets per Unit⁽¹⁾

For the periods ended	Sept 30, 2024 (\$)	Sept 30, 2023 (\$)	Sept 30, 2022 (\$)	Sept 30, 2021 (\$)	Sept 30, 2020 (\$)
Net Assets, beginning of period⁽¹⁾	9.83	10.00*	-	-	-
Increase (decrease) from operations:					
Total revenue	0.33	0.10	-	-	-
Total expenses	(0.13)	(0.04)	-	-	-
Realized gains (losses)	(0.75)	0.02	-	-	-
Unrealized gains (losses)	1.76	(0.25)	-	-	-
Total increase (decrease) from operations⁽²⁾	1.21	(0.17)	-	-	-
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.01)	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.01)	-	-	-	-
Net Assets, end of period⁽⁴⁾	11.01	9.83	-	-	-

Series F Units - Ratios/Supplemental Data⁽¹⁾

For the periods ended	Sept 30, 2024	Sept 30, 2023	Sept 30, 2022	Sept 30, 2021	Sept 30, 2020
Total Net Asset Value (\$000's)	1,114	982	-	-	-
Number of units outstanding (000's)	101	100	-	-	-
Management expense ratio ⁽⁵⁾	1.03%	0.39%	-	-	-
Management expense ratio before waivers or absorptions ⁽⁶⁾	1.03%	0.39%	-	-	-
Trading expense ratio ⁽⁷⁾	0.21%	0.96%	-	-	-
Portfolio turnover rate ⁽⁸⁾	69.09%	25.09%	-	-	-
Net Asset Value per unit	11.01	9.83	-	-	-

Series I Units - Net Assets per Unit⁽¹⁾

For the periods ended	Sept 30, 2024 (\$)	Sept 30, 2023 (\$)	Sept 30, 2022 (\$)	Sept 30, 2021 (\$)	Sept 30, 2020 (\$)
Net Assets, beginning of period⁽¹⁾	9.83	10.00*	-	-	-
Increase (decrease) from operations:					
Total revenue	0.38	0.10	-	-	-
Total expenses	(0.05)	(0.03)	-	-	-
Realized gains (losses)	(0.88)	0.02	-	-	-
Unrealized gains (losses)	1.93	(0.26)	-	-	-
Total increase (decrease) from operations⁽²⁾	1.38	(0.17)	-	-	-
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.03)	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.03)	-	-	-	-
Net Assets, end of period⁽⁴⁾	11.09	9.83	-	-	-

Series I Units - Ratios/Supplemental Data⁽¹⁾

For the periods ended	Sept 30, 2024	Sept 30, 2023	Sept 30, 2022	Sept 30, 2021	Sept 30, 2020
Total Net Asset Value (\$000's)	30,201	1	-	-	-
Number of units outstanding (000's)	2,724	1	-	-	-
Management expense ratio ⁽⁵⁾	0.12%	0.07%	-	-	-
Management expense ratio before waivers or absorptions ⁽⁶⁾	0.12%	0.07%	-	-	-
Trading expense ratio ⁽⁷⁾	0.21%	0.96%	-	-	-
Portfolio turnover rate ⁽⁸⁾	69.09%	25.09%	-	-	-
Net Asset Value per unit	11.09	9.83	-	-	-

Series O Units - Net Assets per Unit⁽¹⁾

For the periods ended	Sept 30, 2024 (\$)	Sept 30, 2023 (\$)	Sept 30, 2022 (\$)	Sept 30, 2021 (\$)	Sept 30, 2020 (\$)
Net Assets, beginning of period⁽¹⁾	10.00*	-	-	-	-
Increase (decrease) from operations:					
Total revenue	0.33	-	-	-	-
Total expenses	(0.04)	-	-	-	-
Realized gains (losses)	(0.76)	-	-	-	-
Unrealized gains (losses)	2.40	-	-	-	-
Total increase (decrease) from operations⁽²⁾	1.93	-	-	-	-
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.03)	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.03)	-	-	-	-
Net Assets, end of period⁽⁴⁾	11.32	-	-	-	-

Series O Units - Ratios/Supplemental Data⁽¹⁾

For the periods ended	Sept 30, 2024	Sept 30, 2023	Sept 30, 2022	Sept 30, 2021	Sept 30, 2020
Total Net Asset Value (\$000's)	2,411	-	-	-	-
Number of units outstanding (000's)	213	-	-	-	-
Management expense ratio ⁽⁵⁾	0.01%	-	-	-	-
Management expense ratio before waivers or absorptions ⁽⁶⁾	0.01%	-	-	-	-
Trading expense ratio ⁽⁷⁾	0.21%	-	-	-	-
Portfolio turnover rate ⁽⁸⁾	69.09%	-	-	-	-
Net Asset Value per unit	11.32	-	-	-	-

Explanatory Notes

- (1) a) This information is derived from the Fund's audited annual financial statements. Under International Financial Reporting Standards ("IFRS"), investments that are traded in an active market are generally valued at closing price, which is determined to be within the bid-ask spread and most representative of fair value. As a result, there is no difference between the net assets per unit presented in the financial statements ("Net Assets") and the net asset value per unit calculated for fund pricing purposes ("Net Asset Value").
- b) The following series of the Fund commenced operations on the following dates, which represents the date upon which securities of a series were first made available for purchase by investors.

Series F Units	July 2023
Series I Units	July 2023
Series O Units	November 2023

- (2) Net Assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.
- (3) Distributions were paid in cash/reinvested in additional units of the Fund, or both. The computation of the distributions per unit does not take into account the management fee distributions, if applicable (see note 5 below). The characterization of the distributions is based on management's estimate of the actual income for the year.
- (4) This is not a reconciliation of the beginning and ending Net Assets per unit.

* represents initial Net Assets

(1), (2), (3), (4), (5), (6), (7) and (8) see Explanatory Notes

- (5) The management expense ratio ("MER") of a particular series is calculated in accordance with National Instrument 81-106, based on all the expenses of the Fund (including Harmonized Sales Tax, Goods and Services Tax and interest, but excluding foreign withholding taxes, commissions and other portfolio transaction costs) and the Fund's proportionate share of the MER, if applicable, of the underlying funds and exchange traded funds ("ETFs") in which the Fund has invested, allocated to that series, expressed as an annualized percentage of average daily Net Asset Value of that series during the period. For new series launched during the period, the MER is annualized from the date of the first external purchase.

AGFI may reduce the effective management fee payable by some unitholders by reducing the management fee it charges to the Fund and directing the Fund to make management fee distributions to these unitholders in amounts equal to the amounts of the management fee reduction. The MER does not take into account the reduction in management fees due to management fee distributions to unitholders.

- (6) AGFI waived certain fees or absorbed certain expenses otherwise payable by the Fund. The amount of expenses waived or absorbed is determined annually on a series by series basis at the discretion of AGFI and AGFI can terminate the waiver or absorption at any time.
- (7) The trading expense ratio represents total commissions and other portfolio transaction costs, including the Fund's proportionate share of the commissions, if applicable, of the underlying funds and ETFs in which the Fund has invested, expressed as an annualized percentage of average daily Net Asset Value during the period.
- (8) The Fund's portfolio turnover rate ("PTR") indicates how actively the Fund's portfolio advisor manages its portfolio investments. A PTR of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's PTR in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

PTR is calculated based on the lesser of the cumulative cost of purchases or cumulative proceeds of sales divided by the average market value of the portfolio, excluding short-term investments.

Management Fees

The Fund is managed by AGFI. As a result of providing investment and management services, AGFI receives a monthly management fee, based on the Net Asset Value of the respective series, calculated daily and payable monthly. Management fees in respect of Series I, Series O, Series Q and Series W Units, if applicable, are arranged directly between the Manager and investors and are not expenses of the Fund. AGFI uses these management fees to pay for sales and trailing commissions to registered dealers on the distribution of the Fund's units, investment advice, as well as

for general administrative expenses such as overhead, salaries, rent, legal and accounting fees relating to AGFI's role as manager.

	Annual rates	As a percentage of management fees	
		Dealer compensation	General administration and investment advice
Series F Units	0.90%	-	100.00%

Past Performance

It is AGFI's policy to report rates of return for series in existence greater than one year. The performance start date for each series represents the date of the first purchase of such series, excluding seed money. Series F and Series I Units commenced operations in July 2023 with the first external purchases in March 2024 and November 2023, respectively. Series O Units commenced operations in November 2023.

Summary of Investment Portfolio

As at September 30, 2024

The major portfolio categories and top holdings (up to 25) of the Fund at the end of the period are indicated in the following tables. The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund and the next quarterly update will be in the Quarterly Portfolio Disclosure as at December 31, 2024.

Portfolio by Country	Percentage of Net Asset Value (%)
China	83.6
Hong Kong	7.1
Netherlands	5.1
Cash & Cash Equivalents	4.1
Other Net Assets (Liabilities)	0.1

Portfolio by Sector	Percentage of Net Asset Value (%)
Consumer Discretionary	34.1
Financials	19.1
Communication Services	18.9
Industrials	6.3
Information Technology	6.2
Cash & Cash Equivalents	4.1
Real Estate	3.1
Consumer Staples	3.0
Energy	2.0
Utilities	1.7
Health Care	1.4
Other Net Assets (Liabilities)	0.1

Portfolio by Asset Mix	Percentage of Net Asset Value (%)
International Equity	95.8
Cash & Cash Equivalents	4.1
Other Net Assets (Liabilities)	0.1

Top Holdings	Percentage of Net Asset Value (%)
Alibaba Group Holding Limited	14.0
Tencent Holdings Limited	13.8
Ping An Insurance (Group) Company of China Limited	6.9
China Merchants Bank Company Limited	6.1
Meituan	5.7
Prosus NV	5.1
Cash & Cash Equivalents	4.1
AIA Group Limited	3.2
Zhongji Innolight Company Limited	3.2
Geely Automobile Holdings Limited	3.2
Longfor Group Holdings Limited	3.1
Kweichow Moutai Company Limited	3.0
Hong Kong Exchanges and Clearing Limited	2.9
China Railway Group Limited	2.9
PDD Holdings Inc.	2.8
NetEase Inc.	2.2
Sieyuan Electric Company Limited	2.1
PetroChina Company Limited	2.0
Haier Smart Home Company Limited	2.0
Baidu Inc.	1.9
Foxconn Industrial Internet Company Limited	1.8
CGN Power Company Limited	1.7
Shenzhen Mindray Bio-Medical Electronics Company Limited	1.4
Trip.com Group Limited	1.3
Contemporary Amperex Technology Company Limited	1.3
Total Net Asset Value (thousands of dollars)	\$ 33,726



For more information contact your investment advisor or:

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